

24 October 1946

MEMORANDUM FOR: DIARY

25X1A9a

25X1A9a [redacted] said that the question of using a Personnel  
25X1A9a Consultant to obtain high level personnel for employment in CIG had been cleared  
25X1A9a with [redacted] and that the question was settled in that [redacted] would ask Mr. [redacted] who I understand is over here on assignment from the Army  
War College, to make an effort to secure as many top level personnel as possible.  
No particular plan of operation, insofar as I know, has been worked out. I  
will endeavor to speak to [redacted] about this.

25X1A9a Today I called Mr. Kerr at the White House, with [redacted]  
25X1A9a listening in on the conversation, at which time I told him that the case of [redacted]  
[redacted] was not finally settled, that it had been taken up with top level  
CIG personnel, and that we were awaiting full security report from the State  
Department. I asked that until this was received and until he heard from us  
again that nothing be done by the White House.

25X1A9a A meeting was called for 1200 hours with Mr. Saunders, Mr. [redacted]  
25X1A9a Mr. Houston, Mr. [redacted] regarding Special Funds Regulation No. 1, which had been  
prepared by [redacted], Mr. Houston and [redacted] I had read the  
regulation over and took exception to some eight or ten items. We reviewed the  
exceptions which I had taken and about half of them they agreed to. The other  
half we discussed and decided to drop. I held the meeting particularly for the  
purpose of reviewing the proposed regulation and, also, to discuss with them  
the fact that anything relating to Special Funds should come through the Executive  
for Personnel and Administration and that Ed Saunders was in charge of their  
operation and therefore should be acquainted with the whole proposition. I think  
that as a result of the meeting Ed was pleased at the outcome.

25X1A9a Larry Houston, [redacted] and myself met with Mr. [redacted] today  
25X1A9a regarding the settling of the Rosslyn situation, and we reached an agreement on  
the basis of \$26,700 to be amortized over a period of approximately 2 1/2 years.  
I will explain the other details of the agreement reached when you return, but  
Mr. [redacted] agreed to our proposal and the procedure will be that Larry Houston  
and [redacted] will draft a letter constituting an offer to Mr. [redacted] It is  
expected that, if accepted, a lease will have been prepared and executed by  
Wednesday of next week.

25X1A9a I spoke to Mr. [redacted] today and told him that he is to be  
dropped, and he indicated that he would probably want to see you when you return.  
I will discuss the other details of this with you later.

25X1A9a During the course of the day Mrs. [redacted] got in to see Colonel  
[redacted] while I was at the meeting in North Building. She has been returned to the  
State Department and I understand that her conversation with [redacted] turned  
out all right.

**CONFIDENTIAL**

-2-

24 October 1946

The War Department memorandum covering supplies and equipment for CIG was issued 24 October 1946, and ten copies were received here today.

25X1A9a

Deputy Executive for Personnel  
and Administration

**CONFIDENTIAL**